

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL NOTE

SB 1613

January 21, 2018

SUMMARY OF BILL: Establishes that the permit issued by the Tennessee Athletic Commission (TAC) and required of promoters and events of professional contests of unarmed combat in this state is not required and does not apply to Team USA Kickboxing and Mixed Martial Arts contests or events sanctioned by the World Association of Kickboxing Organization (WAKO) or the United States Mixed Martial Arts Federations (UMMAF).

ESTIMATED FISCAL IMPACT:

Decrease State Revenue - \$2,500/Tennessee Athletic Commission

Other Fiscal Impact – Pursuant to Tenn. Code Ann. § 4-29-121, all regulatory boards are required to be self-supporting over any two-year period. The Tennessee Athletic Commission experienced a surplus of \$493 in FY15-16, a surplus of \$31,509 in FY16-17, and a cumulative reserve balance of \$32,001 on June 30, 2017.

Assumptions:

- This legislation will exempt certain organizations from having to pay the \$50 application fee as required pursuant to TAC rule 0145-01-.03(3).
- Based on information provided by the Department of Commerce and Insurance, there were 50 events in 2017 that were held by the organizations exempted by this legislation.
- The recurring decrease in state revenue to the TAC is estimated to be \$2,500 (50 x \$50).
- Pursuant to Tenn. Code Ann. § 4-29-121, all regulatory boards are required to be self-supporting over any two-year period. The TAC experienced a surplus of \$493 in FY15-16, a surplus of \$31,509 in FY16-17, and a cumulative reserve balance of \$32,001 on June 30, 2017.

IMPACT TO COMMERCE:

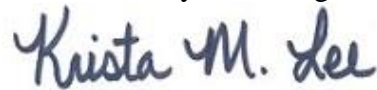
Decrease Business Expenditures - \$2,500

Assumptions:

- This legislation will exempt certain organizations from having to pay the \$50 application fee as currently required pursuant to TAC rule 0145-01-.03(3).
- The recurring decrease in business expenditures is estimated to be \$2,500 applicable to professional fighting organizations.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in blue ink that reads "Krista M. Lee". The signature is written in a cursive, flowing style.

Krista M. Lee, Executive Director

/jdb